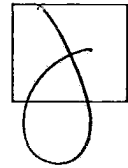


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02023A
Joshua Valley Utility Company
PO Box 80070
Phoenix, AZ 85060



RECEIVED

APR 18 2007

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
----	----	------

FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-16-07 RF

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Joshua Valley Utility Company</u>			
Mailing Address <u>5219 N Casa Blanca Dr 55</u>			
(Street)			
<u>Paradise Valley</u>	<u>AZ</u>	<u>85253</u>	
(City)	(State)	(Zip)	
<u>(480) 945-3103</u>	<u>(480) 945-3943</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>john.ratliff@cox.net</u>			
Local Office Mailing Address <u>P O Box 247</u>			
(Street)			
<u>Meadview</u>	<u>AZ</u>	<u>86444</u>	
(City)	(State)	(Zip)	
<u>(928) 564-2201</u>	<u>(928) 564-2517</u>		
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>meadview@ctaz.com</u>			

MANAGEMENT INFORMATION

Management Contact: <u>Ted Levandowski</u>			
(Name)		<u>General Manager</u>	
(Title)			
<u>PO Box 247</u>	<u>Meadview</u>	<u>AZ</u>	<u>86444</u>
(Street)	(City)	(State)	(Zip)
<u>(928) 564-2201</u>	<u>(928) 564-2517</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>meadview@ctaz.com</u>			
On Site Manager: <u>Ron Raymond</u>			
(Name)			
<u>PO Box 247</u>	<u>Meadview</u>	<u>AZ</u>	<u>86444</u>
(Street)	(City)	(State)	(Zip)
<u>(928) 564-2552</u>	<u>(928) 564-2517</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>meadview@ctaz.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Gary Zwillinger

(Name)

2425 E Camelback Rd Ste 600 Phoenix AZ 85016

(Street)

(City)

(State)

(Zip)

(602) 224-7890

(602) 224-7889

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Same as above

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

JOSHUA VALLEY UTILITY COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	6,176		6,176
304	Structures and Improvements	2,745	1,260	1,485
307	Wells and Springs	17,913		17,913
311	Pumping Equipment	31,510	12,895	18,615
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	22,468	11,775	10,693
331	Transmission and Distribution Mains	1,443,124	663,587	779,537
333	Services	18,436		18,436
334	Meters and Meter Installations	45,734	13,158	32,576
335	Hydrants	5,000	450	4,550
336	Backflow Prevention Devices	5,000	450	4,550
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	11,367	5,186	6,181
341	Transportation Equipment	32,989	12,610	20,379
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5,331	2,241	3,090
346	Communication Equipment	6,000	360	5,640
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,653,793	723,972	929,821

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

JOSHUA VALLEY UTILITY COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	6,176		
304	Structures and Improvements	2,745	3	82
307	Wells and Springs	17,913		6
311	Pumping Equipment	31,510	3	915
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	22,468	3	674
331	Transmission and Distribution Mains	1,443,124	3	43,294
333	Services	18,436		
334	Meters and Meter Installations	45,734	3	1,372
335	Hydrants	5,000	3	150
336	Backflow Prevention Devices	5,000	3	150
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	11,367	3	341
341	Transportation Equipment	32,989	10	990
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5,331	3	160
346	Communication Equipment	6,000	3	180
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,653,793		48,845

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME **JOSHUA VALLEY UTILITY COMPANY**

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3,448	\$ 40,215
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	977	1,246
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 4,425	\$ 41,461
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,653,793	\$ 1,653,793
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	676,571	723,972
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 977,222	\$ 929,821
	TOTAL ASSETS	\$ 981,467	\$ 971,282

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME **JOSHUA VALLEY UTILITY COMPANY**

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	52,524	56,245
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 52,524	\$ 56,245
	TOTAL LIABILITIES	\$ 52,524	\$ 56,245
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,000	\$ 2,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	927,143	943,450
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 929,123	\$ 945,450
	TOTAL LIABILITIES AND CAPITAL	\$ 981,647	\$ 1,001,695

COMPANY NAME **JOSHUA VALLEY UTILITY COMPANY**

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 286,246	\$ 346,131
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 286,246	\$ 346,131
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 110,777	\$ 86,753
610	Purchased Water		
615	Purchased Power	20,154	30,419
618	Chemicals		
620	Repairs and Maintenance	36,792	22,642
621	Office Supplies and Expense	5,240	2,126
630	Outside Services		76,000
635	Water Testing	1,544	4,668
641	Rents	3,900	3,600
650	Transportation Expenses	12,674	13,851
657	Insurance – General Liability	3,062	3,047
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		4,345
403	Depreciation Expense	47,169	50,827
408	Taxes Other Than Income	15,019	17,051
408.11	Property Taxes	9,941	9,792
409	Income Tax	1,002	1,200
	TOTAL OPERATING EXPENSES	\$ 267,274	\$ 326,321
	OPERATING INCOME/(LOSS)	\$ 18,972	\$ 19,810
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ 18,972	\$ 19,810

COMPANY NAME **JOSHUA VALLEY UTILITY COMPANY**

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ **55,892**

Meter Deposits Refunded During the Test Year \$ **7,149**

COMPANY NAME Joshua Valley Utility Company

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
(30-17)11-1	20	50	600	10	2	1974
(30-17)14-1	20	30	604	10	2	1974
23-1	20	90	800	8	2	1974
23-3	30	80	600	6	2	1974
26-6	20	80	650	6	2	1974
23-5	20	90	595	6	2	1975

- * Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (In thousands)
none		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
none			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1	1,500	2
125,000	1	5,000	1
100,000	1		
180,000	1		

COMPANY NAME JOSHUA VALLEY UTILITY COMPANY

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	400
3	PVC/AC	2230/2400
4	PVC/AC	105685/6600
5		
6	PVC/AC	179860/8400
8	PVC	9705
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	251
3/4	8
1	26
1 1/2	2
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

4 well sites - fenced - 1 well site located inside fence
 3 tank sites - fenced -
 1 workshop/storage building
 4 water storage tanks

OTHER:

backhoe
 2 service trucks

COMPANY NAME: <u>JOSHUA VALLEY UTILITY COMPANY</u>
Name of System <u>ADEQ Public Water System Number (if applicable)</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	910	2,249,085	1,952,700	
FEBRUARY	919	2,245,420	2,702,600	
MARCH	922	2,079,620	2,933,700	
APRIL	933	2,745,972	3,878,800	
MAY	946	3,611,348	3,648,900	
JUNE	952	4,715,057	5,191,000	
JULY	955	3,960,634	5,223,200	
AUGUST	959	4,551,359	5,011,500	
SEPTEMBER	965	4,199,032	4,620,700	
OCTOBER	979	2,906,128	3,410,200	
NOVEMBER	987	3,234,910	2,457,500	
DECEMBER	989	2,744,990	3,035,300	
TOTALS →		39,243,599	44,071,100	

What is the level of arsenic for each well on your system? _____ mg/l *Well 1 : .0022*
(If more than one well, please list each separately.)

Well 2: .0017 Well 3: .0031 Well 4: .0027

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME UOSITUA VALLEY UTILITY COMPANY YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 9792.

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
FEDERAL RESERVE BANK OF NEW YORK

[illegible]

IN LATE 1974, THE JEROME ROSE BLOOM, 101119013314

FOR DEPOSIT ONLY - MAHARAJA COUNTY TREASURER 634913305

4916

JOSHUA VALLEY UTILITY

PETTY CASH
P.O. BOX 247
MEADVIEW, AZ 854

91-170-1221.

DATE Oct 12, 2004

**PAY
TO THE
ORDER OF**

PAY TO THE ORDER OF Mohads Gany Toss - Lee E. Fabrizio

DOLLARS

Seven hundred thirty-six

Bank of America.
7422187

PCAFred TA 49422185
KCHH-14340176

44-343-42-363



11/2-06

15896-0010001

SECRET

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[illegible]

JOSHUA VALLEY UTILITY <small>03-01</small>		4887	
PETTY CASH P.O. BOX 247 MEADVIEW, AZ 86444		SEP 21 2006	
DATE <u>Sept. 19, 2006</u>		91-170-1221	
PAY TO THE ORDER OF <u>Mohave County Trsr. - Lee E. Fabrizio</u>		\$ <u>30.20</u>	
<u>Thirty 20/100</u>		DOLLARS 	
Bank of America 		<u>5742457</u>	
ACH R/T 122101700			
FOR PARCEL # <u>336-103</u> <u>Filop</u>			
#004887# 42122101706# 000054874037#		#0000003020#	

POST-5-06

6028 07961

FOR DEPOSIT ONLY
MOHAVE COUNTY TREASURER
LAKE HAVASU OFFICE #2
63491305

SEP 20 2006 01 PM 1:00 PM
336-103

AMERICAN CHASE BANK
FORT MEAD, AZ 86426
611701305
0740377117

JOSHUA VALLEY UTILITY FEB 27 2006

PETTY CASH
P.O. BOX 247
MEADVIEW, AZ 86444

DATE FEB 24 2006

PAY TO THE ORDER OF Mohave County Treas - Lee E. Fabrizio

\$ 507.45

Five hundred seventy-one

45

DOLLARS

Bank of America

309 accts

343023644

ACH NT 122101706

FOR # 94221100

94221180

2nd 1/2 05

JSN

⑆004675⑆ ⑆122101706⑆ 000054874037⑆

⑆0000507145⑆

569107

FOR DEPOSIT ONLY
MOHAVE COUNTY TREASURER
COOLIDGE CITY OFFICE #3
634913306

6002 0257

MAR -7-06

RECEIVED
MAR 7 2006
TREASURER'S OFFICE
MOHAVE COUNTY

RECEIVED
MAR 7 2006
TREASURER'S OFFICE
MOHAVE COUNTY

COMPANY NAME JOSHUA VALLEY UTILITY COMPANY YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported \$14,000
Estimated or Actual Federal Tax Liability \$ 1,800

State Taxable Income Reported \$14,000
Estimated or Actual State Tax Liability \$ 350

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

John D. Ratliff
SIGNATURE

Apr 12, 2007
DATE

JOHN D. RATLIFF
PRINTED NAME

PRESIDENT
TITLE

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 13 2007

ARIZONA CORP COMM
Director Utilities

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	MOHAVE
NAME (OWNER OR OFFICIAL) TITLE	JOHN D. RATLIFF PRESIDENT
COMPANY NAME	JOSHUA VALLEY UTILITY COMPANY

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

John D Ratliff
SIGNATURE OF OWNER OR OFFICIAL
480-945-3103
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

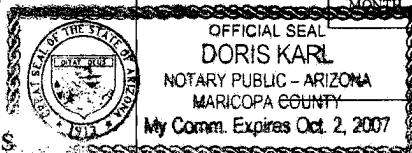
THIS

12TH

DAY OF

COUNTY NAME	MARICOPA
MONTH	APRIL
YEAR	2007

(SEAL)



MY COMMISSION EXPIRES

10-02-07

Doris Karl
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

APR 13 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
MARICOPA
NAME (OWNER OR OFFICIAL) TITLE
JOHN D. RATLIFF PRESIDENT
COMPANY NAME
JOSHUA VALLEY UTILITY COMPANY

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ **346,131**

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ **17,051**
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

12 TH

DAY OF

COUNTY NAME

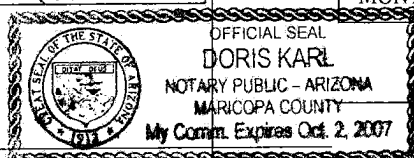
MARICOPA

MONTH

APRIL

2007

(SEAL)



MY COMMISSION EXPIRES

10-02-07

John D Ratliff
SIGNATURE OF OWNER OR OFFICIAL

480-945-3103

TELEPHONE NUMBER

Doris Rm Karl
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

APR 13 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MOHAVE	
NAME (OWNER OR OFFICIAL) JOHN D. RATLIFF	TITLE PRESIDENT
COMPANY NAME JOSHUA VALLEY UTILITY COMPANY	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2006
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ **346,131**

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ **17,051**
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

John S Ratliff
SIGNATURE OF OWNER OR OFFICIAL
480-945-3163
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

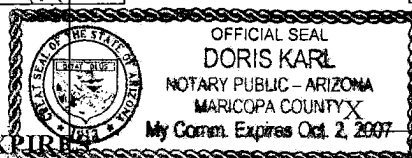
12th

DAY OF

NOTARY PUBLIC NAME DORIS R M KARL	
COUNTY NAME MARICOPA	
MONTH APRIL	YEAR 2007

(SEAL)

MY COMMISSION EXPIRES



10-02-07

Doris Rm Karl
SIGNATURE OF NOTARY PUBLIC